

## Regulation 1535

### Addendum

#### FINAL STATEMENT OF REASONS/PLAIN ENGLISH Overview/Non-Controlling Summary

#### Update

Regulation 1535 explains the partial exemption from sales and use tax for sales of racehorse breeding stock to and by qualified persons.

On September 11, 2002, the Board held a public hearing on Regulation 1535. The Board accepted and approved two non-substantial changes proposed by staff in a memo dated September 3, 2002. The two non-substantial changes are as follows:

1. Subdivision (b)(3)(C). The phrase “unless such agency deems the horse not eligible for breeding stock” is replaced with the phrase “and such registering agency does not register the horse as ineligible for breeding stock.”
2. Subdivision (g). The word “sales” appearing before the word “tax” is removed from the title and in subsections (1) and (2).

In a telephone conversation on December 9, 2002, the Office of Administrative Law (“OAL”) attorney requested additional non-substantial changes to the proposed Regulation. The following is provided in response to OAL’s requests.

1. Title. A period is inserted after the word STOCK.
2. Subdivision (c)(4). The apostrophe located after the word “days” is deleted.
3. Appendix A. At the indented paragraph, “, below” is inserted after the word “purchased.”